

**COASTAL BANKING COMPANY, INC.**

|   | CPP Disbursement Date<br>12/05/2008 | RSSD (Holding Company)<br>2855905 | Number of Insured<br>Depository Institutions<br>1 |      |    |
|---|-------------------------------------|-----------------------------------|---|------|----|
|   |                                     |                                   |   |      |    |
| Selected balance and off-balance sheet items  | 2009<br>\$ millions                 | 2010<br>\$ millions               | %chg from prev                                    |      |    |
| Assets  | \$461                               | \$427                             | -7.4%   |      |    |
| Loans   | \$340                               | \$323                             | -4.9%   |      |    |
| Construction & development  | \$71                                | \$63                              | -10.3%  |      |    |
| Closed-end 1-4 family residential   | \$134                               | \$129                             | -3.3%   |      |    |
| Home equity   | \$21                                | \$23                              | 6.4%  |      |    |
| Credit card   | \$0                                 | \$0                               |   |      |    |
| Other consumer  | \$2                                 | \$1                               | -44.9%  |      |    |
| Commercial & Industrial   | \$11                                | \$10                              | -7.6%   |      |    |
| Commercial real estate  | \$91                                | \$88                              | -3.9%   |      |    |
|   |                                     |                                   |   |      |    |
| Unused commitments  | \$24                                | \$18                              | -28.4%  |      |    |
| Securitization outstanding principal  | \$0                                 | \$0                               |   |      |    |
| Mortgage-backed securities (GSE and private issue)  | \$47                                | \$30                              | -35.8%  |      |    |
| Asset-backed securities   | \$0                                 | \$0                               |   |      |    |
| Other securities  | \$15                                | \$9                               | -38.5%  |      |    |
| Cash & balances due   | \$3                                 | \$2                               | -34.2%  |      |    |
|   |                                     |                                   |   |      |    |
| Residential mortgage originations   |                                     |                                   |   |      |    |
| Closed-end mortgage originated for sale (quarter)   | \$227                               | \$342                             | 51.1%   |      |    |
| Open-end HELOC originated for sale (quarter)  | \$0                                 | \$0                               |   |      |    |
| Closed-end mortgage originations sold (quarter)   | \$206                               | \$320                             | 54.8%   |      |    |
| Open-end HELOC originations sold (quarter)  | \$0                                 | \$0                               |   |      |    |
|   |                                     |                                   |   |      |    |
| Liabilities   | \$420                               | \$389                             | -7.6%   |      |    |
| Deposits  | \$371                               | \$348                             | -6.3%   |      |    |
| Total other borrowings  | \$45                                | \$37                              | -18.2%  |      |    |
| FHLB advances   | \$45                                | \$37                              | -18.2%  |      |    |
|   |                                     |                                   |   |      |    |
| Equity  |                                     |                                   |   |      |    |
| Equity capital at quarter end   | \$41                                | \$39                              | -5.1%   |      |    |
| Stock sales and transactions with parent holding company (cumulative through calendar year) | \$1                                 | \$0                               | NA  |      |    |
|   |                                     |                                   |   |      |    |
| Performance Ratios  |                                     |                                   |   |      |    |
| Tier 1 leverage ratio   | 8.4%                                | 8.6%                              | --  |      |    |
| Tier 1 risk based capital ratio   | 12.7%                               | 13.2%                             | --  |      |    |
| Total risk based capital ratio  | 13.9%                               | 14.5%                             | --  |      |    |
| Return on equity <sup>1</sup>   | -101.4%                             | -4.8%                             | --  |      |    |
| Return on assets <sup>1</sup>   | -10.0%                              | -0.4%                             | --  |      |    |
| Net interest margin <sup>1</sup>  | 3.0%                                | 3.3%                              | --  |      |    |
| Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}                                | 46.1%                               | 26.9%                             | --  |      |    |
| Loss provision to net charge-offs (qtr)   | 103.9%                              | 46.7%                             | --  |      |    |
| Net charge-offs to average loans and leases <sup>1</sup>                                    | 2.4%                                | 0.7%                              | --  |      |    |
| <sup>1</sup> Quarterly, annualized.   |                                     |                                   |   |      |    |
|   |                                     |                                   |   |      |    |
|   | Noncurrent Loans                    |                                   | Gross Charge-Offs                                 |      |    |
| Asset Quality (% of Total Loan Type)  | 2009                                | 2010                              | 2009  | 2010 |    |
| Construction & development  | 10.4%                               | 14.5%                             | 1.3%  | 0.5% | -- |
| Closed-end 1-4 family residential   | 2.4%                                | 2.5%                              | 0.2%  | 0.2% | -- |
| Home equity   | 0.1%                                | 3.8%                              | 0.1%  | 0.1% | -- |
| Credit card   | 0.0%                                | 0.0%                              | 0.0%  | 0.0% | -- |
| Other consumer  | 0.2%                                | 0.1%                              | 0.0%  | 0.0% | -- |
| Commercial & Industrial   | 1.3%                                | 0.0%                              | 4.3%  | 1.5% | -- |
| Commercial real estate  | 3.1%                                | 4.9%                              | 0.3%  | 0.2% | -- |
| Total loans   | 4.1%                                | 6.9%                              | 0.6%  | 0.3% | -- |